TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



CORRECTED FISCAL NOTE

SB 12 - HB 891

March 12, 2011

SUMMARY OF BILL: Eliminates authority for the Department of Agriculture to regulate or inspect a distillery or wholesaler of alcoholic beverages.

ESTIMATED FISCAL IMPACT:

On February 15, 2011, a fiscal note was issued estimating a fiscal impact as follows:

NOT SIGNIFICANT

Due to an oversight, the food manufacturer permit fees codified in Tenn. Code Ann. § 53-1-208 and the feed tonnage fees codified in Tenn. Code Ann. § 44-6-109(b) were not included and this impact was in error. Based upon further review, the estimated impact is:

(CORRECTED)

Decrease State Revenue - \$14,200

Assumptions:

- According to the Department of Agriculture, the bill will prohibit the Department from assessing and collecting fees for distillery by-products used as animal feed.
- Currently, the Department collects an average of \$10,625 in food manufacturer permit fees, and \$3,600 in commercial tonnage fees. Therefore, the recurring decrease in state revenue is \$14,225 (\$10,625 + \$3,600).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

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